

Rane Brake Lining Limited



//Online Submission//

RBL / SE / 07 / 2018-19

April 13, 2018

BSE Limited Listing Centre Scrip Code: 532987	National Stock Exchange of India Ltd. NEAPS Symbol: RBL
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Dear Sir / Madam,

Sub: Outcome of Board Meeting held on April 13, 2018 - under Regulation 30 of SEBI LODR

Ref: Our letter no. RBL / SE / 53 / 2017-18 dated March 30, 2018

This is to inform that the Board of Directors, inter alia, approved the audited financial results of the Company for the quarter and year ended March 31, 2018 as recommended by the audit committee at their respective meeting(s) held today (**April 13, 2018**).

The audited financial results of the Company for the quarter and year ended March 31, 2018 is enclosed along with the Independent Auditor's Report on results issued by M/s. Varma & Varma, Chartered Accountants, Statutory Auditors. Further, declaration in respect of unmodified opinion on the audited financial results for the year ended March 31, 2018 is enclosed (**Regulation 33**).

The financial results will be uploaded on the website of the company at www.ranegroup.com (**Regulation 46**).

The extract of the audited financial results will be published in newspapers, i.e., 'Business Standard' and 'Dinamani' in the format prescribed (**Regulation 47**).

The meeting of the Board of Directors commenced at 11.30 hrs and concluded at 15:35 hrs (IST).

We request you to take the above on record and note the compliance under above referred regulations of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (SEBI LODR).

Thanking you.

Yours faithfully

For Rane Brake Lining Limited


Venkatraman
Secretary

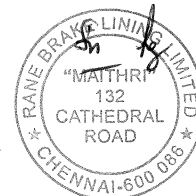
Encl: a/a

1. Audited financial results for the quarter & year ended March 31, 2018.
2. Extract of the audited financial results for Newspaper publication.
3. Independent Auditor's Report for the quarter & year ended March 31, 2018.
4. Declaration under Reg 33(3)(d) of SEBI LODR.
5. Earnings release for the quarter & year ended March 31, 2018.



Rs. Lakhs

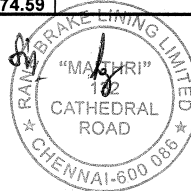
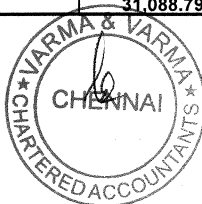
Particulars	Quarter ended			Financial	Financial
	31.03.2018	31.12.2017	31.03.2017	Year ended	Year ended
	(Audited)	(Unaudited)	(Audited)	31.03.2018	31.03.2017
				(Audited)	(Audited)
1 Revenue					
(a) Revenue from operations (refer note 5)	14,144.94	12,813.69	14,498.69	49,531.93	53,198.93
(b) Other Operating Income	20.70	13.33	20.42	55.64	78.05
(c) Other Income	375.33	27.00	189.63	474.33	446.63
Total Revenue	14,540.97	12,854.02	14,708.74	50,061.90	53,723.61
2 Expenses :					
(a) Cost of materials consumed	6,551.57	6,191.97	5,807.07	23,545.18	22,675.26
(b) Changes in inventories of finished goods, work-in-progress and stock-in-trade	506.91	(225.41)	113.27	10.98	(234.86)
(c) Excise duty (refer note 5)	-	-	1,881.56	1,341.39	6,666.05
(d) Employee benefits expenses	1,817.74	1,595.33	1,772.60	6,534.57	6,659.07
(e) Finance costs	8.10	11.09	2.99	37.13	77.59
(f) Depreciation and amortisation expense	768.21	545.10	498.59	2,370.95	1,950.35
(g) Other expenses	3,632.43	2,769.04	2,691.09	10,569.38	10,189.16
Total Expenses	13,284.96	10,887.12	12,767.17	44,409.58	47,982.62
3 Profit (+)/Loss (-) before Exceptional Items (1-2)	1,256.01	1,966.90	1,941.57	5,652.32	5,740.99
4 Exceptional Items (Refer Note 7)	163.56	-	1,471.06	163.56	1,471.06
5 Profit (+)/ Loss (-) before tax (3+4)	1,092.45	1,966.90	470.51	5,488.76	4,269.93
6 Tax expense					
Current Tax	734.80	749.28	114.20	2,305.91	979.85
Tax relating to earlier years	96.08	(15.14)	(6.73)	80.94	(6.73)
Deferred Tax	(329.05)	(85.79)	(75.90)	(472.81)	(196.40)
7 Profit / (Loss) for the period (5-6)	590.62	1,318.55	438.94	3,574.72	3,493.21
8 Other Comprehensive Income (Net of Tax Expenses)	6.09	56.17	(4.60)	45.59	(18.39)
(a) Items that will not be reclassified subsequently to Profit or loss					
i) Remeasurement of net defined benefit Liability / Asset	9.31	85.91	(7.03)	69.72	(28.13)
ii) Income tax relating to items that will not be classified to profit or loss	(3.22)	(29.74)	2.43	(24.13)	9.74
9 Total Comprehensive income for the Period (7+8) (Comprising profit / (loss) and other comprehensive income for the period)	596.71	1,374.72	434.34	3,620.31	3,474.82
10 Details of equity share capital					
Paid-up equity share capital (Face Value of Rs. 10/- per Share)	791.50	791.50	791.50	791.50	791.50
11 Reserves excluding revaluation reserves				18,030.54	15,886.61
12 Earnings Per Share (EPS) (of Rs.10/- each) (not annualised) (Amount Rs.)					
(a) Basic	7.46	16.66	5.55	45.16	44.13
(b) Diluted	7.46	16.66	5.55	45.16	44.13



Notes:

1. Statement of Assets and Liabilities

Particulars	Rs. Lakhs	
	As at	As at
	31.03.2018	31.03.2017
	Audited	Audited
A ASSETS		
1 Non Current Assets		
(a) Property, Plant and Equipment	10,963.50	12,068.82
(b) Capital Work in Progress	362.25	42.46
(c) Intangible Assets	452.56	12.96
(d) Financial Assets		
(i) Investments	-	36.89
(ii) Other Financial Assets	1,215.44	1,232.95
(e) Tax assets (Net)	-	100.93
(f) Deferred tax assets (Net)	49.96	-
(g) Other Non-Current Assets	98.25	135.51
Total Non-Current Assets	13,141.96	13,630.52
2 Current Assets		
(a) Inventories	3,604.96	3,552.01
(b) Financial Assets		
(i) Trade Receivables	12,083.15	10,025.36
(ii) Cash and cash equivalents	950.59	119.14
(iii) Bank balances other than (ii) above	12.16	8.70
(iv) Other Financial assets	110.81	104.11
(c) Other Current Assets	1,185.16	334.75
Total Current Assets	17,946.83	14,144.07
TOTAL ASSETS	31,088.79	27,774.59
B EQUITY AND LIABILITIES		
1 Equity		
(a) Equity Share Capital	791.50	791.50
(b) Other Equity	18,030.54	15,886.61
Total Equity	18,822.04	16,678.11
2 Liabilities		
(1) Non-Current liabilities		
(a) Financial Liabilities		
(i) Other financial liabilities	5.00	33.22
(b) Provisions	280.24	295.70
(c) Deferred tax liabilities (net)	-	234.98
(d) Other non-current liabilities	21.61	45.17
(2) Current Liabilities		
(a) Financial Liabilities		
(i) Borrowings	11.56	598.78
(ii) Trade Payables		
(a) Micro and Small enterprises	511.34	444.04
(b) Others	10,113.39	8,010.24
(iii) Other Financial Liabilities	21.87	18.53
(b) Other Current Liabilities	285.98	1,017.11
(c) Provisions	828.01	398.71
(d) Current Tax Liabilities (Net)	187.75	-
Total Liabilities	12,266.75	11,096.48
TOTAL EQUITY AND LIABILITIES	31,088.79	27,774.59



2. The above financial results have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on April 13, 2018.
3. The company has adopted Indian Accounting Standards (Ind AS) from April 1, 2017 and this financial results have been prepared in accordance with the recognition and measurement principles laid down in the said standards. The date of transition to Ind AS is April 1, 2016.
4. The Company operates only in one segment, namely, manufacture and marketing of components for Transportation industry.
5. Consequent to introduction of Goods and Services Tax (GST) w.e.f July 2017, revenue for the quarter ended December 31, 2017 and March 31, 2018 and for the period from 1st July, 2017 to 31st March, 2018 is net of GST in compliance with Indian Accounting Standard (Ind AS) 18 - "Revenue". The revenue from operations for the quarter and year ended March 31, 2017 are inclusive of excise duty, and hence are not comparable with the revenue from operations for the quarter and year ended March 31, 2018 to that extent.
6. The figures for the quarter ended March 31, 2018 and March 31, 2017 are the balancing figures between the audited figures in respect of the full financial year and published unaudited year to date figures upto the third quarter of the respective financial year. Previous period figures have been regrouped wherever necessary to conform to current period's presentation.
7. Exceptional item represents the amount paid to 11 employees (107 employees) who have opted for early retirement in terms of a Voluntary Retirement Scheme introduced by the Company during the year
8. Reconciliation of net profit under Indian GAAP for the quarter and year ended March 31, 2017 and equity as at 31st March, 2017 with the corresponding figures reported under Ind AS is furnished below

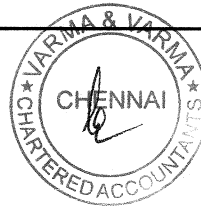
Particulars	Net profit reconciliation		Equity
	Quarter ended 31.03.2017	Year ended 31.03.2017	As at 31.03.2017
Net Profit / Equity as per indian GAAP	441.30	3,471.57	16,694.15
Add:			
Actuarial (Gain) / Loss on Employee defined benefit plans reclassified in Other Comprehensive Income	7.03	28.13	
(Increase) / Decrease in provisioning of receivables	(7.80)	10.11	(37.97)
Deferred tax impact on both the above	0.59	(12.90)	13.20
Recognition of Grant income arising from EPCG benefit (Net of increase in depreciation)	1.57	1.57	1.57
Forex Loss (net) on settlement of ECB Loan	(3.23)	(3.23)	-
Sub-total	(1.84)	23.68	(23.20)
Less:			
Fair valuation of financial assets and liabilities	0.52	2.04	(7.16)
Net Profit under Ind AS (A)	438.94	3,493.21	16,678.11
Other Comprehensive income (net of tax)			
Actuarial loss on employee defined benefit plans	(7.03)	(28.13)	-
Income tax impact on above	2.43	9.74	
Other Comprehensive income, net of income tax (B)	(4.60)	(18.39)	-
Total Comprehensive Income / Equity for the period under Ind AS (A+B)	434.34	3,474.82	16,678.11

9. During the year, the Board of Directors had declared an Interim Dividend of Rs. 6.50/- per equity share on January 29, 2018 and the same was paid on February 19, 2018. The Board of Directors have recommended a Final Dividend of Rs. 9.00/- per equity share for the year ended March 31, 2018.
10. The financial results for the quarter and year ended March 31, 2018 are being published in the newspapers as per the format prescribed under Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The financial results are available on the Company's website viz., www.ranegroup.com and on the website of stock exchanges viz., BSE (www.bseindia.com) and NSE (www.nseindia.com).

For Rane Brake Lining Limited

Chennai
Date: April 13, 2018

L Ganesh
Chairman



Rane Brake Lining Limited

Regd. Office : " MAITHRI ", 132, Cathedral Road, Chennai - 600 086
visit us at: www.ranegroup.com CIN: L63011TN2004PLC054948



Extract of Audited Financial Results for the Quarter and Year ended March 31, 2018

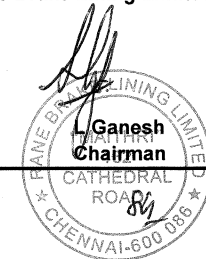
		Rs. In Lakhs				
S.No	Particulars	Quarter ended	Quarter ended	Quarter ended	Year ended	Year ended
		31.03.2018	31.12.2017	31.03.2017	31.03.2018	31.03.2017
		(Audited)	(Unaudited)	(Audited)	(Audited)	(Audited)
1	Total income from operations (net)	14,540.97	12,854.02	14,708.74	50,061.90	53,723.61
2	Net Profit / (Loss) for the period (before Tax and Exceptional items)	1,256.01	1,966.90	1,941.57	5,652.32	5,740.99
3	Net Profit / (Loss) for the period before tax (after Exceptional items)	1,092.45	1,966.90	470.51	5,488.76	4,269.93
4	Net Profit / (Loss) for the period after tax (after Exceptional items)	590.62	1,318.55	438.94	3,574.72	3,493.21
5	Total Comprehensive Income for the period [Comprising Profit / (Loss) for the period (after tax) and Other Comprehensive Income (after tax)]	596.71	1,374.72	434.34	3,620.31	3,474.82
6	Equity Share Capital	791.50	791.50	791.50	791.50	791.50
7	Earnings Per Share (of Rs.10/- each)					
	(a) Basic :	7.46	16.66	5.55	45.16	44.13
	(b) Diluted:	7.46	16.66	5.55	45.16	44.13

Note:

- The above is an extract of the detailed format of Quarterly/Annual Financial Results filed with the Stock Exchanges under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The full format of the Quarterly/Annual Financial Results are available on the Stock Exchange websites viz., www.bseindia.com and www.nseindia.com and the Company's website www.ranegroup.com.
- The audited financial results have been recommended by the Audit committee and approved by the Board of Directors at their respective meetings held on April 13, 2018.
- The company has adopted Indian Accounting Standards (Ind AS) from April 1, 2017 and this financial results have been prepared in accordance with the recognition and measurement principles laid down in the said standards. The date of transition to Ind AS is April 1, 2016.
- Consequent to introduction of Goods and Services Tax (GST) w.e.f July 2017, revenue for the quarter ended December 31, 2017 and quarter and year ended March 31, 2018 is presented net of GST in compliance with Indian Accounting Standard (Ind AS) 18 - "Revenue". The revenue from operations for the quarter ended March 31, 2017, and year ended March 31, 2017 are inclusive of excise duty, and hence are not comparable with the revenue from operations for the quarter and year ended March 31, 2018 to that extent.
- The Board of Directors have recommended a Final Dividend of Rs. 9.00/- per equity share for the year ended March 31, 2018.

For Rane Brake Lining Limited

April 13, 2018
Chennai



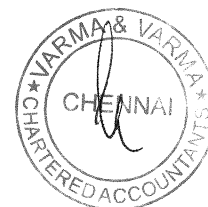
**Auditor's Report On Quarterly Financial Results and Year to Date Results of the
Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure
Requirements) Regulations, 2015**

To
Board of Directors
Rane Brake Lining Ltd.

1. We have audited the accompanying Statement of Standalone Financial Results of M/s Rane Brake Lining Ltd. ("the company") for the year ended 31st March, 2018 ("The Statement"), being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016.
2. This Statement, which is the responsibility of the company's management and approved by the Board of Directors, have been prepared on the basis of the related Standalone Ind AS financial statements which has been prepared in accordance with the Indian Accounting Standards prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder (Ind AS) and other accounting principles generally accepted in India. Our responsibility is to express an opinion on the Statement based on our audit of such Standalone Ind AS financial statements.
3. We conducted our audit in accordance with the standards on auditing issued by the Institute of Chartered Accountants of India. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Statement are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the Statement. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the Statement that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the Statement.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the standalone financial statements.



4. In our opinion and to the best of our information and according to the explanations given to us, the Statement

- i. is presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016.
- ii. gives a true and fair view in conformity with the aforesaid Indian Accounting Standards and other accounting principles generally accepted in India, of the net profit and Total Comprehensive Income and other financial information for the year ended 31stMarch, 2018.

5. Attention is invited to the following:

- i. As stated in Note No. 6, the Statement includes results for the quarter ended 31stMarch 2018 which is the balancing figure between audited figures in respect of the full financial year and published unaudited year to date figures upto the third quarter of the current financial year which were subject to limited review by us.
- ii. The comparative financial information of the company for the year ended 31st March, 2017 included in the Statement are based on the previously issued statutory financial statements prepared in accordance with the Companies (Accounting Standards) Rules, 2006, audited by us and have been restated to comply with Ind AS. Adjustments to the said comparative financial information for the differences in Accounting Principles adopted by the Company on transition to the Ind AS have been audited by us.

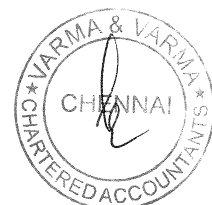
Our opinion is not modified in respect of the above matters.

Place : Chennai
Date : 13thApril, 2018

For Varma & Varma
Chartered Accountants

FRN. 0045325

P.R. Prasanna Varma
Partner
M.No. 25854



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" Maithri " Fax : 91 44 2811 2449
132, Cathedral Road. URL : www.ranegroup.com
Chennai 600 086. India.
CIN : L63011TN2004PLC054948

Rane Brake Lining Limited



April 13, 2018

To,

**BSE Limited
National Stock Exchange of India Ltd.**

Dear Sir/Madam,

Sub: Declaration under Regulation 33 SEBI LODR

We hereby declare and confirm that, in terms of SEBI Circular CIR/CFD/CMD/56/2016 dated May 27, 2016, the Statutory Auditors of the company, M/s. Varma & Varma, Chartered Accountants, have issued an unmodified audit report on Financial Results of the company for the financial year ended March 31, 2018.

Kindly take this declaration on record.

Thanking you.

Yours faithfully

For Rane Brake Lining Limited


M A P Sridhar Kumar
Vice President Finance & CFO

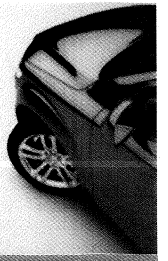




Expanding Horizons

RANE BRAKE LINING LIMITED

FY18 Earnings Release



BUSINESS HIGHLIGHTS

FINANCIAL PERFORMANCE

Particulars	FY18	FY17	YoY%
Total Net Revenue*	487.2	470.6	3.5%
EBITDA	80.6	77.7	3.8%
EBITDA Margins	16.5%	16.5%	3 bps
PAT	35.7	34.9	2.3%

*Revenue excludes excise duty wherever applicable
(In ₹ Crore, unless otherwise mentioned)

Chennai, India, April 13, 2018 – Rane Brake Lining Limited (NSE: RBL; BSE Code:532987), a leading manufacturer of Brake Linings, Clutch Facings and Disc Pads today announced financial performance for the financial year (FY18) ended March 31st, 2018

FY18 Performance

- Total Net Revenue was ₹487.2 Crore for FY18 as compared to ₹470.6 Crore in the FY17, an increase of 3.5%
- EBITDA stood at ₹80.6 Crore as compared to ₹77.7 Crore during FY17, an increase of 3.8%
- EBITDA Margin remained unchanged at 16.5% for FY18
- Net profit (PAT) stood at ₹35.7 Crore for FY18 as compared to ₹34.9 Crore in FY17, an increase of 2.3%

Corporate Action

- A final dividend of ₹9/- per equity share has been recommended by the Board of Directors on the paid-up capital of 79,14,980 of ₹10/- each. The total dividend for the year ending March 31, 2018 is ₹15.50/- per equity share including an interim dividend of ₹6.50/- per equity share declared on January 29, 2018 and paid on February 19, 2018.

Operating Highlights

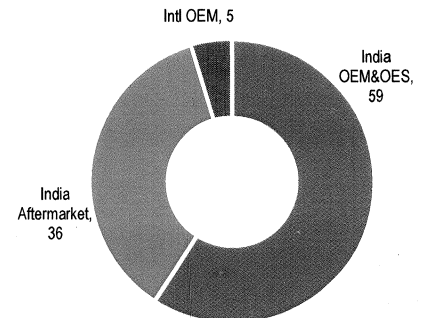
- The Company's overall OE sales registered a growth of 6% mainly supported by strong demand from passenger vehicles and two-wheeler segment
- Recorded flat growth in the Indian aftermarket business. This was primarily driven by lower sales in Q1 as dealers lowered stockings owing to implementation of GST
- Lower offtake from international aftermarket customers resulted in 9% decline in the exports
- Favorable commodity prices, foreign exchange movement and higher cost savings realization helped to sustain lower material cost
- Continued to realize savings on employee costs and power cost through strategic initiatives undertaken in FY17.

MANAGEMENT COMMENT

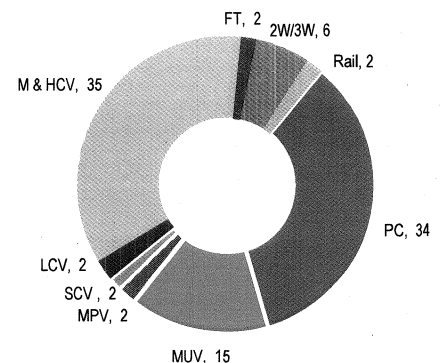
"RBL registered a decent financial performance in FY18 on the back of strong demand from Indian OEMs in passenger vehicle and two wheeler segment. There was aberration in Q1 from Aftermarket segment which was offset in the subsequent quarters. We were able to sustain the profitability with the support of favourable commodity prices and operational performance. While we see robust demand continuing this year, sharp increase in commodity prices is a challenge." - L. Ganesh, Chairman, Rane Group

BUSINESS SPLIT (FY18)

BY MARKET (%)



BY VEHICLE SEGMENT (%)



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PROFIT AND LOSS ACCOUNT

Particulars	FY18	FY17	YoY%
Income from Operations	495.3	532.0	-7%
Other Operating Income	0.6	0.8	-29%
Other Income	4.7	4.5	6%
Total Revenue	500.6	537.2	-7%
Expenses			
-Cost of Material Consumed	235.5	226.8	4%
-Changes in Inventories	0.1	-2.3	105%
-Excise Duty	13.4	66.7	-80%
-Employee Benefit Expense	65.3	66.6	-2%
-Finance Costs	0.4	0.8	-52%
-Depreciation & Amortization	23.7	19.5	22%
-Other Expenditure	105.7	101.9	4%
Total Expenses	444.1	479.8	-7%
PBT before Exceptional items	56.5	57.4	-2%
Exceptional Item	-1.6	-14.7	
PBT	54.9	42.7	29%
Tax Expense	19.1	7.8	146%
PAT	35.7	34.9	2%

KEY BALANCE SHEET ITEMS

Particulars	FY18	FY17	Change
Non-current assets	131.6	136.3	-4.9
-PP&E	109.6	120.7	-11.1
-Financial Assets	12.2	13.7	-1.6
Current assets	179.5	141.4	38.0
- Inventories	36.0	35.5	0.5
-Trade receivables	120.8	100.3	20.6
-Cash & cash equivalents	9.5	1.2	8.3
Total Assets	310.9	277.7	33.1
Shareholders Fund	188.2	166.8	21.4
Non-current liabilities	3.1	6.1	-3.0
-Long-term borrowings	-	-	-
Current liabilities	119.6	104.9	14.7
-Short-term borrowings	0.1	6.0	-5.9
-Trade payables	106.2	84.5	21.7
Total Liabilities	122.7	111.0	11.7
Total Equity and Liabilities	310.9	277.7	33.1

(In ₹ Crore, unless otherwise mentioned. The sum of the sub-segment amounts may not equal the total amounts due to rounding off)

ABOUT RANE BRAKE LINING LIMITED

Established in 1964, Rane Brake Lining Limited (RBL) is part of the Rane Group of Companies, a leading auto component group based out of Chennai. RBL manufactures friction material products such as Brake linings, Disc pads, Glutch facings, Clutch buttons, Brake Shoes and Railway brake blocks. RBL is market leader in India and global player in friction material. It has technical collaboration with Nisshinbo Brakes Inc., Japan for know-how in brake linings, disc pads & clutch facings. RBL products have application in every segment of automobile industry such as PV, CV and 2W/3W.

ABOUT RANE GROUP

Headquartered in Chennai, India, Rane Group is engaged primarily in manufacturing auto components for well over five decades. Rane Group is a preferred supplier to major OEMs in India and abroad. Through its group companies, it provides Steering and Suspension systems, Friction materials, Valve train components, Occupant safety systems, Die-casting products and Connected mobility solutions. Its products serve a variety of industry segments including Passenger Vehicles, Commercial Vehicles, Farm Tractors, Two-wheelers, Three-wheelers, Railways and stationery Engines.

IF YOU HAVE ANY QUESTIONS OR REQUIRE FURTHER INFORMATION,
PLEASE FEEL FREE TO CONTACT: INVESTORSERVICES@RANEGROUP.COM OR DPINGLE@CHRISTENSENIR.COM

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